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WEIYE HOLDINGS LIMITED

偉業控股有限公司*

(Incorporated in the Republic of Singapore with limited liability)

(Hong Kong Stock Code: 1570)

**ANNOUNCEMENT OF UNAUDITED INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2021**

The Board of Directors (the “**Board**”) of Weiye Holdings Limited (the “**Company**”) hereby announces the unaudited results of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 June 2021. This announcement, containing the full text of the interim report of the Company for the six months ended 30 June 2021 (the “**2021 Interim Report**”), complies with the relevant requirements of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) in relation to information to accompany preliminary announcements of interim results.



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Hong Kong Stock Code: 1570

2021

INTERIM REPORT

中期報告



** For identification purpose only*

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CORPORATE INFORMATION

EXECUTIVE DIRECTORS

Zhang Wei (*Executive Chairman and
Chief Executive Officer*)
Chen Zhiyong (*Chief Operating Officer*)

INDEPENDENT NON-EXECUTIVE DIRECTORS

Liu Ning
Dong Xincheng
Lam Ying Hung Andy

AUDIT COMMITTEE

Lam Ying Hung Andy (*Chairman*)
Dong Xincheng
Liu Ning

NOMINATING COMMITTEE

Dong Xincheng (*Chairman*)
Lam Ying Hung Andy
Liu Ning

REMUNERATION COMMITTEE

Liu Ning (*Chairman*)
Dong Xincheng
Lam Ying Hung Andy

COMPANY SECRETARIES

Shirley Tan Sey Liy (ACG, ACS)
Man Yun Wah (ACG, ACS)

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

33th Floor, Building No.1, Fangdacheng
Longzhu Forth Road No.2, Nanshan District
Shenzhen City, Guangdong Province, the PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 912, 9/F, Two Harbourfront
22 Tak Fung Street, Hunghom, Kowloon
Hong Kong

REGISTERED OFFICE

100H Pasir Panjang Road #01-01
OC@Pasir Panjang
Singapore 118524

AUDITORS

BDO Limited
25th Floor, Wing On Centre
111 Connaught Road Central
Hong Kong

HONG KONG SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
Level 54, Hopewell Centre
183 Queen's Road East
Hong Kong

PRINCIPAL BANKERS

China Construction Bank (Henan Branch)
80 Garden Road, Zhengzhou City
Henan Province
The PRC 450003

China Construction Bank (Hainan Branch)
Jian Hang Building, Guo Mao Main Road
Haikou City, Hainan Province
The PRC 570125

Shanghai Pudong Development Bank
(Shenzhen Branch)
1st Floor, Futian CBD, Fuhua
3rd Road, Futian Qu, Shenzhen City
Guangdong Province
The PRC 518048

United Overseas Bank Ltd
80 Raffles Place
UOB Plaza
Singapore 048624

FINANCIAL HIGHLIGHTS

Weiyi Holdings Limited (the “Company”) was incorporated in the Republic of Singapore. The ordinary shares of the Company (the “Shares”) have been listed and traded on the Main Board of The Stock Exchange of Hong Kong Limited (the “SEHK”) since 6 April 2016.

The board (the “Board”) of directors (the “Directors”) of the Company is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively, the “Group”) for the six months ended 30 June 2021, together with the comparative figures for the six months ended 30 June 2020.

Financial Highlights

	Unaudited six months ended 30 June	
	2021 RMB'000	2020 RMB'000
Revenue	558,933	52,570
Gross profit	52,702	5,789
Loss attributable to owners of the Company	(90,055)	(90,482)
Loss per share (RMB cents)	(45.92)	(46.13)

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

	Unaudited six months ended 30 June	
	2021 RMB'000	2020 RMB'000
Property Development		
Sales	521,668	36,926
Cost of sales	(478,498)	(33,129)
Gross profit	43,170	3,797
Gross Profit Margin	8%	10%
Equipment Manufacturing		
Sales	37,265	15,644
Cost of sales	(27,733)	(13,652)
Gross profit	9,532	1,992
Gross Profit Margin	26%	13%

Revenue and Gross Profit Margin ("GP Margin")

Property development business

Property development sales increased significantly from approximately RMB36.9 million for the six months ended 30 June 2020 to approximately RMB521.7 million for the six months ended 30 June 2021 as compared with the corresponding period of 2020 due to higher net saleable floor area ("NSFA") handed over to customers during the six months ended 30 June 2021. Total NSFA handed over to customers for the current period amounted to approximately 62,758 sqm (2020: 5,488 sqm).

Revenue from property development business was mainly from the following projects, namely Yuejiangwan, Yuediwan and Taihu Tiancui, which contributed approximately RMB240.3 million, RMB106.9 million and RMB135.0 million respectively.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW (Continued)

Revenue and Gross Profit Margin ("GP Margin") (Continued)

Property development business (Continued)

The gross profit ("GP") margin of property development business for the six months ended 30 June 2021 was 8% mainly due to the sales of Yuejiangwan and Yuediwan during the period under review are mainly related to the sales for the resettlement residents which the selling price is limited at a pre-determined discount price and the sales of property development business recognized during the six months ended 30 June 2021 are also included unsold units of the projects which were sold at lower price.

Equipment manufacturing business

The sales of equipment manufacturing business comprised clean room equipment ("CRE"), air purification integrated solutions, Heating, Ventilation and Air Conditioning ("HVAC") equipment. The equipment manufacturing business saw significant improvement from the first half of 2020 wherein the business was affected by the lockdowns due to the COVID-19 pandemic. Also, in second half of 2020, the Group expanded its business to the supply and/or installation for smart doors and windows in the People's Republic of China (the "PRC") through on acquisition of subsidiaries. Thus, the overall revenue of the equipment manufacturing business increased significantly by approximately 138% from approximately RMB15.6 million for the six months ended 30 June 2020 to approximately RMB37.3 million for the six months ended 30 June 2021.

The GP margin for equipment manufacturing business for the six months ended 30 June 2021 was approximately 26%, which was higher than the corresponding period of 2020 mainly due to an increase in business activities as compared to the corresponding period of 2020, the GP margin had normalised to pre-Covid level.

Selling and distribution expenses

Selling and distribution expenses for the six months ended 30 June 2021 were approximately 25% higher than the corresponding period of 2020 mainly due to additional selling and distribution expenses incurred for Weiye Shangcheng Sanhaoyuan, Yuediwan and Sunlight Mansion during the six months ended 30 June 2021.

Administrative expenses

Administrative expenses for the six months ended 30 June 2021 were increased by approximately 10% as compared to the corresponding period of 2020 mainly due to additional administrative expenses incurred for new industrial real estate sector as compared with the corresponding period of 2020.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW (Continued)

Net finance costs

	Unaudited six months ended 30 June	
	2021 RMB'000	2020 RMB'000
Interest expense	(30,969)	(26,858)
Interest on lease liabilities	(683)	(651)
Interest income	6,939	3,017
Net finance costs	(24,713)	(24,492)

Interest expense for the six months ended 30 June 2021 was higher than the corresponding period of 2020 which was mainly due to an increase in finance costs which could not be capitalised in development properties during the six months ended 30 June 2021.

Interest income for the six months ended 30 June 2021 was higher than the corresponding period of 2020 which was mainly due to an increase in interest income from bank deposits during the six months ended 30 June 2021.

Taxation

Tax expenses for the six months ended 30 June 2021 amounted to approximately RMB5,582,000 (2020: tax credit of RMB11,151,000) which was mainly due to higher provision of corporate income tax of approximately RMB11.3 million as a result of significant increase in revenue during the six months ended 30 June 2021, set off with the reversal of deferred tax expense of approximately RMB5.8 million during the six months ended 30 June 2021.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW (Continued)

Review of Financial Position

Investment in joint ventures mainly represented 51% equity interest in Hanfang Yaoye of RMB110.0 million. In March 2021, the partners of Deqing Fengjing Enterprise Management Partnership (Limited Liability Partnership) ("Deqing Fengjing"), the then associate of the Group, exited its investment in Hangzhou Junwei Real Estate Co., Ltd. ("Hangzhou Junwei"), the then subsidiary of Deqing Fengjing and a company whose principal activity is property development and owned Sunlight Mansion, in accordance with the co-operation agreement dated 21 January 2020. Accordingly, Deqing Fengjing ceased to have any interest in Hangzhou Junwei which then became a subsidiary of the Group.

The increase in development properties and prepaid costs of approximately RMB754.0 million was mainly due to newly include Sunlight Mansion property project and the progressive construction costs incurred on property development projects like for Weiye Shangcheng Sanhaoyuan, Fujian Tianzhi and Fujian Tianjue during the six months ended 30 June 2021.

Contract costs relating to sales commission paid to property sales agents being capitalised of which the amount shall be matched and amortised against the corresponding sales so recognised in the future. During the six months ended 30 June 2021, the contract costs increased by approximately RMB12.4 million mainly due to capitalisation of sales commission paid for sales of Weiye Shangcheng Sanhaoyuan, Weiye Lanting Wan, Yuejiangwan, Yuediwan and Sunlight Mansion.

The increase in contract liabilities of approximately RMB564.2 million was mainly due to advance receipts for the presale of development properties such as Weiye Shangcheng Sanhaoyuan, Weiye Lanting Wan, Yuejiangwan and Sunlight Mansion during the six months ended 30 June 2021.

The net increase in loans and borrowings was mainly due to additional loans and borrowings obtained to finance the development of new property projects.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL RESOURCES AND LIQUIDITY

As at 30 June 2021, the Group's net current assets amounted to approximately RMB1,794.7 million, which was increased by 1.5% as compared to 31 December 2020, this was mainly due to an increase in development properties and prepaid costs of approximately RMB754.0 million, partially offset by increase in contract liabilities of approximately RMB564.2 million and increase in loans and borrowings – current liabilities of approximately RMB279.9 million. Bank and other borrowings are mainly denominated in Renminbi ("RMB"), Hong Kong Dollar ("HKD"), United States Dollar ("USD") and Malaysia Ringgit. As at 30 June 2021, the total outstanding loans and borrowings amounted to approximately RMB2,122.5 million and cash and cash equivalents amounted to approximately RMB880.5 million. Particulars of loans and borrowings of the Group as at 30 June 2021 are set out in Note 12 to the condensed consolidated financial statements for the six months ended 30 June 2021.

PROSPECTS

The outbreak of COVID-19 has been continuing to spread in 2021 and the appearance of variants of the virus in certain countries has escalated uncertainties to the global economy. However, the epidemic was relatively under control in the PRC. It is expected that the global economic will be rebound until vaccination programs are thoroughly available and accessible around the world.

Looking ahead, the Group is prudently optimistic on the property market in the coming year, at the same time cautious of the economic uncertainties brought by the continual outbreak of COVID-19. The increasingly tightened policies for the traditional property market and dynamics of industrial development, which may continuously affect the business operations of the Group in the foreseeable future. The Group will make active responses to the changing market, by pursuing the "real estate + industry" development strategy to push forward with business transformation and upgrade, for further strengthening the Group's long term development.

DISCLOSURE OF INTERESTS

INTERESTS AND SHORT POSITIONS OF THE DIRECTORS AND CHIEF EXECUTIVES IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATIONS

As at 30 June 2021, the interests or short positions of each Director and Chief Executive of the Company in the shares, underlying shares or debentures of the Company or its any associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO")) which were required to be recorded in the register required to be kept pursuant to Section 352 of the SFO to be entered in the register referred to therein; or were required pursuant to the Model Code for Securities Transactions by Directors of the Company (the "Model Code") as set out in Appendix 10 of the Rules Governing the Listing of Securities (the "Listing Rules") on the Stock Exchange to be notified to the Company and the Stock Exchange were as follows:

Name of Director	Capacity/ Nature of interest	Number of securities	Approximate percentage of interest
Zhang Wei	Beneficial Interest	91,029,648 (L)	46.41%
	Controlled corporation (Note)	15,792,290 (L)	8.05%
Chen Zhiyong	Beneficial Interest	40,240,256 (L)	20.52%

Note: Zhang Wei is deemed to be interested in the 15,792,290 Shares held by Fine Skill Holdings Limited, a company wholly-owned by Zhang Wei.

(L) denotes long position

Save as disclosed above, as at 30 June 2021, none of the Directors or Chief Executive Officer of the Company had interests or short positions in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which each of them had taken or deemed to have taken under the provisions of the SFO); or (b) to be recorded in the register required to be kept by the Company pursuant to section 352 of the SFO; or (c) to be notified to the Company and the Stock Exchange pursuant to the Model Code.

DISCLOSURE OF INTERESTS

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 June 2021, the persons (other than the Directors and chief executive of the Company) or entities who have interests or short positions in the shares and underlying shares of the Company which have been disclosed to the Company under the provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO are as follows:

Name of Substantial Shareholders	Capacity/ Nature of interest	Number and class of securities	Approximate percentage of interest
Fine Skill Holdings Limited	Beneficial interest	15,792,290 (L)	8.05%

(L) denotes long position

Save as disclosed above, as at 30 June 2021, the Directors were not aware of any other persons (other than the Directors and chief executive of the Company) had an interest or short position in the shares or underlying shares of the Company which would be required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register kept by the Company under Section 336 of the SFO.

CORPORATE GOVERNANCE AND OTHER INFORMATION

EMPLOYEES AND REMUNERATION POLICY

As at 30 June 2021, there were 497 (2019: 514) employees in the Group. Total employee benefits expenses of the Group (including Directors' fee) for the six months ended 30 June 2021 were approximately RMB47.9 million (2020: RMB48.0 million). Staff remuneration packages are determined based on each employee's qualifications, experience, position and seniority. The Group also provides other staff benefits including medical and life insurance, and grants discretionary incentive bonuses to eligible staff based on their performance and Group's results of operations.

SIGNIFICANT INVESTMENTS HELD

Except for investment in subsidiaries and joint ventures, the Group did not hold any significant investment in equity interest in any other company during the six months ended 30 June 2021.

MATERIAL ACQUISITIONS AND DISPOSALS

Save as disclosed in this report, there was no material acquisition and disposal of subsidiaries by the Group during the six months ended 30 June 2021.

NET GEARING RATIO

Net gearing ratio is calculated based on our total debt less cash and cash equivalents divided by total equity. Total debt includes interest bearing loans and borrowings. As at 30 June 2021, our Group had net gearing ratio of approximately 64% compared to that of approximately 55% as at 31 December 2020. Details of the net gearing ratio are set out in Note 19 to the condensed consolidated financial statements for the six months ended 30 June 2021.

FOREIGN EXCHANGE EXPOSURE

The Group's property development and equipment manufacturing business are principally conducted in RMB and Singapore Dollar ("SGD"), which are the functional currencies of the respective subsidiaries of the Group. Most of the Group's monetary assets and liabilities are denominated in RMB and SGD. Accordingly, the Directors consider the Group's exposure to foreign currency risk is not significant. The Group does not employ any financial instruments for hedging purposes.

CONTINGENT LIABILITIES

Details of the contingent liabilities of the Group are set out in Note 18 to the condensed consolidated financial statements for the six months ended 30 June 2021.

CORPORATE GOVERNANCE AND OTHER INFORMATION

SHARE CAPITAL

Details of the Company's issued share capital during the six months ended 30 June 2021 are set out in Note 13 to the condensed consolidated financial statements for the six months ended 30 June 2021. There were no movement in the Company's issued share capital during the six months ended 30 June 2021.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Company is committed to the establishment of good corporate governance practices and procedures with a view to enhancing investors' confidence to the Company and the Company's accountability. The Company has adopted the Corporate Governance Code (the "CG Code") contained in Appendix 14 to the Listing Rules for its corporate governance practices during the six months ended 30 June 2021. In the opinion of the Board, save for the deviation as disclosed below, the Company had complied with the applicable code provisions as set out in the CG Code throughout the six months ended 30 June 2021.

CODE PROVISION A.2.1

Code provision A.2.1 of the CG Code stipulates that the roles of chairman and Chief Executive Officer ("CEO") should be separate and should not be performed by the same individual. Zhang Wei currently performs duties of both chairman and CEO. The Board believes that vesting the roles of both chairman and CEO has the benefit of ensuring consistent leadership within the Group and enables more effective and efficient strategic planning for the Group.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

There was no purchase, redemption or sale of listed securities of the Company during the six months ended 30 June 2021.

COMPETITION AND CONFLICT OF INTERESTS

Except for the interests in the Group, none of the Directors, controlling shareholders of the Company or any of their respective associates had engaged in any business that competes or may compete with the business of the Group or has any other conflict of interests with the Group during the period under review.

CORPORATE GOVERNANCE AND OTHER INFORMATION

AUDIT COMMITTEE

The audit committee of the Company (the "Audit Committee") comprises three independent non-executive directors as at the date of this report, namely:

Lam Ying Hung Andy (*Chairman*)
Dong Xincheng
Liu Ning

The Audit Committee has reviewed the Group's consolidated results for the six months ended 30 June 2021.

CHANGES OF INFORMATION OF DIRECTORS

Save as disclosed in this interim report, there was no change in Directors' information that was required to be disclosed in accordance with Rule 13.51B(1) of the Listing Rules since the publication of the annual report for the year ended 31 December 2020 of the Company and up to the date of this report.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code set out in Appendix 10 to the Listing Rules as its own code of conduct regarding Directors' securities transactions. Specific enquiry has been made to all the Directors, and the Directors confirmed that they had complied with all relevant requirements as set out in the Model Code during the six months ended 30 June 2021.

AUDIT OR REVIEW OF THE FINANCIAL RESULTS

The consolidated results of the Group for the six months ended 30 June 2021 have not been audited or reviewed by the auditors of the Company.

By order of the Board

Weiyee Holdings Limited

Zhang Wei

Executive Chairman and Chief Executive Officer
Hong Kong, 27 August 2021

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Six months ended 30 June	
		2021 RMB'000 (unaudited)	2020 RMB'000 (unaudited)
Revenue	4	558,933	52,570
Cost of sales		(506,231)	(46,781)
Gross profit		52,702	5,789
Other income	5	12,358	6,670
Selling and distribution expenses		(28,135)	(22,539)
Administrative expenses		(91,007)	(82,917)
Other operating expenses		(498)	(248)
Share of loss from joint ventures		(987)	—
Results from operations		(55,567)	(93,245)
Net finance costs	6	(24,713)	(24,492)
Loss before taxation	8	(80,280)	(117,737)
Tax (expense)/credit	7	(5,582)	11,151
Loss for the period		(85,862)	(106,586)
(Loss)/profit attributable to:			
Owners of the Company		(90,055)	(90,482)
Non-controlling interests		4,193	(16,104)
Loss for the period		(85,862)	(106,586)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Six months ended 30 June	
		2021 RMB'000 (unaudited)	2020 RMB'000 (unaudited)
Other comprehensive income			
Foreign currency translation differences			
– foreign operations		4,134	3,187
Total other comprehensive income for the period, net of tax		4,134	3,187
Total comprehensive loss for the period		(81,728)	(103,399)
Total comprehensive (loss)/income attributable to:			
Owners of the Company		(85,921)	(87,075)
Non-controlling interests		4,193	(16,324)
		(81,728)	(103,399)
Loss per share:			
Basic loss per share (RMB cents)	15	(45.92)	(46.13)
Diluted loss per share (RMB cents)	15	(45.92)	(46.13)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
Non-current assets			
Investment properties		479,980	478,000
Property, plant and equipment	9	74,128	84,564
Intangible assets		1,129	1,256
Joint ventures		112,940	357,950
Trade and other receivables		192,160	192,160
Deferred tax assets		47,408	42,923
		907,745	1,156,853
Current assets			
Development properties and prepaid costs		5,093,095	4,339,069
Inventories		21,846	17,281
Contract costs	22	51,478	39,054
Trade and other receivables	10	543,619	628,654
Contract assets	22	659,092	660,736
Prepaid tax		87,628	69,032
Other investments		5,200	9,000
Cash and cash equivalents		880,490	876,548
		7,342,448	6,639,374

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
Current liabilities			
Trade and other payables	11	1,565,075	1,641,790
Contract liabilities	22	1,906,892	1,342,697
Loans and borrowings	12	1,733,200	1,453,322
Income tax payable		342,553	433,519
		5,547,720	4,871,328
Net current assets			
		1,794,728	1,768,046
Non-current liabilities			
Loans and borrowings	12	389,307	532,286
Deferred tax liabilities		378,293	376,012
		767,600	908,298
Net assets			
		1,934,873	2,016,601
Equity			
Share capital	13	359,700	359,700
Reserves		1,027,523	1,113,444
Equity attributable to owners of the Company			
Non-controlling interests		547,650	543,457
Total equity			
		1,934,873	2,016,601

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2021 RMB'000 (unaudited)	2020 RMB'000 (unaudited)
Cash flows used in operations	(27,998)	(269,996)
Income tax paid	(93,353)	(31,116)
Net cash flows used in operating activities	(121,351)	(301,112)
Cash flows from investing activities:		
Purchase of property, plant and equipment	(1,820)	(3,156)
Proceeds from disposal of property, plant and equipment	910	1,542
Interest received	6,939	3,017
Acquisition of intangible assets	(57)	(366)
Purchases of other investments	(6,000)	(9,000)
Purchase of investment property	(1,980)	–
Investment in joint venture	(2,940)	–
Proceeds from disposal of other investments	10,028	21,195
Proceeds from disposal of subsidiary	35,000	–
Net cash flows generated from investing activities	40,080	13,232
Cash flows from financing activities:		
Decrease in amount due to non-controlling interests (non-trade)	(9,006)	(52,102)
(Increase)/decrease in restricted cash	(22,757)	54,170
Repayment of finance leases obligations	(577)	(520)
Repayment of principal portion of lease liabilities	(6,263)	(3,654)
Interest paid	(30,969)	(26,858)
Repayment of loans and borrowings	(603,292)	(613,407)
Proceeds from loans and borrowings	755,833	858,358
Net cash flows generated from financing activities	82,969	215,987
Net increase/(decrease) in cash and cash equivalents	1,698	(71,893)
Cash and cash equivalents at beginning of financial period	344,600	384,041
Effects of exchange rate fluctuations on cash held	(344)	(174)
Cash and cash equivalents in condensed consolidated statement of cash flows	345,954	311,974
Additional information:		
Cash and cash equivalents	880,490	859,660
Less: Restricted cash	(530,075)	(538,888)
Less: Bank overdraft	(4,461)	(8,798)
Total cash and cash equivalents in condensed consolidated statement of cash flows	345,954	311,974

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company								Total equity RMB'000
	Share capital RMB'000	Merger reserve RMB'000	Capital reserves RMB'000	Foreign currency translation reserve RMB'000	Statutory reserve RMB'000	Retained earnings RMB'000	Total RMB'000	Non-controlling interests RMB'000	
At 1 January 2020	359,700	(59,669)	(550)	(21,851)	125,500	1,049,447	1,452,577	314,292	1,766,869
Total comprehensive loss for the period									
Loss for the period	-	-	-	-	-	(90,482)	(90,482)	(16,104)	(106,586)
Other comprehensive income									
Foreign currency translation differences – foreign operations	-	-	-	3,407	-	-	3,407	(220)	3,187
Total comprehensive loss for the period	-	-	-	3,407	-	(90,482)	(87,075)	(16,324)	(103,399)
At 30 June 2020	359,700	(59,669)	(550)	(18,444)	125,500	958,965	1,365,502	297,968	1,663,470

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company								
	Share capital	Merger reserve	Capital reserves	Foreign currency translation reserve	Statutory reserve	Retained earnings	Total	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2021	359,700	(59,669)	(550)	(24,564)	123,427	1,074,800	1,473,144	543,457	2,016,601
Total comprehensive loss for the period									
Loss for the period	-	-	-	-	-	(90,055)	(90,055)	4,193	(85,862)
Other comprehensive income									
Foreign currency translation differences – foreign operations	-	-	-	4,134	-	-	4,134	-	4,134
Total comprehensive loss for the period	-	-	-	4,134	-	(90,055)	(85,921)	4,193	(81,728)
Transfer from retained earnings to statutory reserves	-	-	-	-	34,253	(34,253)	-	-	-
At 30 June 2021	359,700	(59,669)	(550)	(20,430)	157,680	950,492	1,387,223	547,650	1,934,873

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Weiyee Holdings Limited is a company incorporated in the Republic of Singapore. The address of the Company's registered office is 100H Pasir Panjang Road #01-01, OC@Pasir Panjang, Singapore 118524. The Company is listed on the Main Board of The Stock Exchange of Hong Kong Limited ("SEHK") since 6 April 2016.

The principal activities of the Group are those property developments for residential and commercial properties in the People's Republic of China ("PRC"), and the manufacturing and trading of heating, ventilation air-conditioning, air purification and clean room equipment.

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

This interim financial report has been prepared in accordance with the applicable disclosure provisions of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"), including compliance with International Accounting Standard (IAS) 34, *Interim financial reporting*, issued by the International Accounting Standards Board ("IASB"). It was authorised for issue on 27 August 2021.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2020 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2021 annual financial statements. Details of any changes in accounting policies are set out in Note 3.

The preparation of an interim financial report in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2020 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with International Financial Reporting Standards ("IFRS").

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

3. CHANGES IN ACCOUNTING POLICIES

The Group has applied the following amendments to IFRS for the current accounting period:

- Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16, Interest rate benchmark reform – phase 2

None of these developments have had a material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented in this interim financial report. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

4. SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on the products and services offered, and has two reportable operating segments as follows:

I. Property development

Property development includes the development and sales of both commercial and residential property units, construction of resettlement houses in the PRC and the leasing of investment properties to generate rental income and to derive capital gains from the investment properties in the long term.

II. Clean room equipment, heat ventilation and air-conditioning products, and air purification integrated solutions ("Equipment manufacturing")

A clean room provides an environment where the humidity, temperature and particles in the air are precisely controlled. Clean room equipment includes fan filter units, air showers, clean booths, pass boxes, clean hand dryers and clean benches, amongst others. Heat ventilation and air-conditioning products are essentially deflection grilles and air diffusers installed to channel and regulate the airflow into the environment within the building to ensure an even distribution of air within the confined space. Air purification equipment (also referred to as air cleaners) are electrical devices that remove solid and gaseous pollutants from the air such as formaldehyde and PM2.5 which may pose adverse health risks that include breathing difficulties, asthma and allergies. Through the function of air filters or sterilising systems built into each air purification equipment, the concentration of dust, contaminants, fine particles and volatile organic compounds in the air are reduced to the benefit of individuals within the immediate vicinity. Integrated with air purification systems, other solutions such as smart home equipment with integrated security system implementation services, renovation materials and supply and installation of smart door and window systems have been included.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. SEGMENT INFORMATION (Continued)

The Group's Executive Chairman (Chief Operating Decision Maker) monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the condensed consolidated financial statements.

Income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

There are no inter-segment sales within the Group.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. SEGMENT INFORMATION (Continued)

Reconciliations of reportable revenue, profit or loss, assets and liabilities

	Unaudited six months ended 30 June					
	Property Development		Equipment Manufacturing		Total	
	2021 RMB'000	2020 RMB'000	2021 RMB'000	2020 RMB'000	2021 RMB'000	2020 RMB'000
Revenue from external customers	521,668	36,926	37,265	15,644	558,933	52,570
Segments results	(53,911)	(80,994)	(1,656)	(12,251)	(55,567)	(93,245)
Finance income	6,783	2,903	156	114	6,939	3,017
Finance costs	(27,146)	(23,180)	(4,506)	(4,329)	(31,652)	(27,509)
Loss before taxation					(80,280)	(117,737)
Taxation					(5,582)	11,151
Non-controlling interests					(4,193)	16,104
Loss attributable to owners of the Company					(90,055)	(90,482)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. SEGMENT INFORMATION (Continued)

Reconciliations of reportable revenue, profit or loss, assets and liabilities (Continued)

	30 June 2021 (unaudited)			31 December 2020 (audited)		
	Property Development	Equipment Manufacturing	Total	Property Development	Equipment Manufacturing	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Segment assets	8,133,527	116,666	8,250,193	7,668,609	127,618	7,796,227
Segment liabilities	(4,140,802)	(52,011)	(4,192,813)	(3,739,433)	(54,585)	(3,794,018)
Loans and borrowings	(1,952,490)	(170,017)	(2,122,507)	(1,798,766)	(186,842)	(1,985,608)
Total liabilities			(6,315,320)			(5,779,626)

Unaudited six months ended 30 June

	2021			2020		
	Property Development	Equipment Manufacturing	Total	Property Development	Equipment Manufacturing	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Other segment information						
Depreciation of property, plant and equipment	1,282	2,327	3,609	1,289	912	2,201
Depreciation of right-of-use assets	2,604	1,501	4,105	2,612	1,030	3,642
Amortisation of intangible assets	116	45	161	111	39	150

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. SEGMENT INFORMATION (Continued)

Geographical segment

The Group's geographical segments are based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the geographical location of its customers.

The following table presents revenue and certain non-current assets information regarding the Group's geographical segments as at follow:

Geographical segments

Revenue	Unaudited six months ended 30 June	
	2021 RMB'000	2020 RMB'000
PRC	534,998	39,126
Singapore	23,935	13,444
	558,933	52,570
Non-current assets*	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
PRC	646,422	897,593
Singapore	2,795	3,843
Other countries	18,960	20,334
	668,177	921,770

* Excluding trade and other receivables and deferred tax assets

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5. OTHER INCOME

	Six months ended 30 June	
	2021 RMB'000 (unaudited)	2020 RMB'000 (unaudited)
Rental income	3,299	3,447
Gain on disposal of quoted equity investment	–	195
Gain on disposal of property, plant and equipment	725	426
Gain on disposal of subsidiary	1,468	–
Gain on disposal of an associate	4,219	–
Net change in fair value on other investments	250	(449)
Negative goodwill arising from business combination	314	–
Government grant	20	1,530
Others	2,063	1,521
	12,358	6,670

6. NET FINANCE COSTS

	Six months ended 30 June	
	2021 RMB'000 (unaudited)	2020 RMB'000 (unaudited)
Interest expense	(30,969)	(26,858)
Interest on lease liabilities	(683)	(651)
Interest income	6,939	3,017
	(24,713)	(24,492)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

7. TAXATION

	Six months ended 30 June	
	2021 RMB'000 (unaudited)	2020 RMB'000 (unaudited)
Current tax (expenses)/credit		
– Current period	(11,242)	(607)
– Over-provision of prior years	–	8,073
	(11,242)	7,466
Deferred tax expense		
– Origination and reversal of temporary differences	5,772	3,722
	5,772	3,722
Land appreciation tax expenses		
– Current period	(112)	(37)
	(112)	(37)
	(5,582)	11,151

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

7. TAXATION (Continued)

Singapore and PRC income tax liabilities are calculated at the applicable rates in accordance with the relevant tax laws and regulations in Singapore and the PRC.

Pursuant to the PRC Enterprise Income Tax Law promulgated on 16 March 2007, the enterprise income tax for both domestic and foreign-invested enterprises have been unified at 25% effective from 1 January 2008.

According to the Implementation Rules of the Corporate Income Tax Law of PRC, the Company's subsidiaries in the PRC are levied a 10% withholding tax on dividends declared to their foreign investment holding companies arising from profit earned subsequent to 1 January 2008. In respect of dividends that are subject to the withholding tax, provision for withholding tax is recognised for the dividends that have been declared, and deferred tax liability is recognised for those to be declared in the foreseeable future.

Certain subsidiaries within the Group are paying corporate income tax on a deemed tax basis as agreed with the local tax authorities. The tax obligations are determined by applying the corporate income tax rate on the deemed profit generated. The deemed profit generated is calculated based on a deemed profit rate on the revenue generated by the subsidiaries.

Land appreciation tax ("LAT") is levied on properties in the PRC developed for sale by the Group at progressive rates ranging from 30% to 60% on the appreciation of land value, which under the applicable regulations is calculated based on the proceeds from the sale of properties less deductible expenditures which include lease charges of land use rights, borrowing costs and all property development expenditures.

The provision for LAT is based on management's best estimates according to the understanding of the requirements set forth in the relevant PRC tax laws and regulations. The actual LAT liabilities are subject to the determination by the tax authorities upon the completion of the property development projects. The Group has not finalised its LAT calculation and payments with the tax authorities for some of its property development projects. The final outcome could be different from the amounts that were initially recorded, and any differences will impact on the LAT expenses and the related provision in the period in which the difference realises.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

8. LOSS BEFORE TAXATION

Loss before taxation for the period has been arrived at after charging the following:

	Six months ended 30 June	
	2021 RMB'000 (unaudited)	2020 RMB'000 (unaudited)
Depreciation of property, plant and equipment	3,609	2,201
Depreciation of right-of-use assets	4,105	3,642
Amortisation of intangible assets	161	150
Property, plant and equipment written off	13	394

9. PROPERTY, PLANT AND EQUIPMENT

During the period, the Group spent approximately RMB1.8 million (2020: RMB3.2 million) on the acquisition of property, plant and equipment.

10. TRADE AND OTHER RECEIVABLES

Trade receivables of the Group are non-interest bearing and are normally settled between 30 to 180 days (31 December 2020: 30 to 180 days).

The following is an analysis of trade receivables by age, presented based on invoices date:

	30 June	31 December
	2021 RMB'000 (unaudited)	2020 RMB'000 (audited)
0–30 days	18,696	22,253
31–90 days	16,829	32,615
91–180 days	1,872	5,727
181–365 days	258	2,697
Over 365 days	1,085	5,780
	38,740	69,072

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

11. TRADE AND OTHER PAYABLES

Trade payables primarily comprise construction costs payable to third parties.

Ageing profile

The ageing profile of trade payables of the Group at the reporting date based on invoice date, is as follows:

	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
Current	728,096	860,558
1–30 days	2,724	2,010
31–60 days	778	1,212
61–90 days	837	1,508
Over 90 days	25,986	27,090
	758,421	892,378

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

12. LOANS AND BORROWINGS

	As at 30 June 2021			As at 31 December 2020		
	Secured RMB'000 (unaudited)	Unsecured RMB'000 (unaudited)	Total RMB'000 (unaudited)	Secured RMB'000 (audited)	Unsecured RMB'000 (audited)	Total RMB'000 (audited)
Amount repayable						
– in one year or less or on demand	1,513,671	219,529	1,733,200	1,285,789	167,533	1,453,322
– after one year	342,672	46,635	389,307	482,292	49,994	532,286
	1,856,343	266,164	2,122,507	1,768,081	217,527	1,985,608

Details of any collateral

The loans and borrowings for the Group include banker's acceptance, loans from trust finance company, other loans, finance lease liabilities, bank overdrafts and bank loans. The loans and borrowings, excluding finance lease liabilities, are secured by:

- Legal mortgage of the assets of subsidiaries, property development units and investment properties;
- Legal mortgage of the property, plant and equipment;
- Corporate guarantee from the group companies; and
- Guarantee from third party.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

13. SHARE CAPITAL

	Share capital RMB'000	No. of shares issued '000
Issued and fully paid:		
As at 1 January and 30 June 2021	359,700	196,133

The holders of ordinary shares of the Company are entitled to receive dividends as and when declared by the Company. All ordinary shares of the Company carry one vote per share without restrictions.

There were no treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

14. DIVIDEND

The Board did not declare or recommend interim dividend for the six months ended 30 June 2021 or 30 June 2020.

15. LOSS PER SHARE

	Six months ended 30 June	
	2021 (unaudited)	2020 (unaudited)
Loss attributable to owners of the Company (RMB'000)	(90,055)	(90,482)
Weighted average number of ordinary shares in issue (in thousands)	196,133	196,133
Loss per ordinary share:		
(i) Based on weighted average number of ordinary shares in issue (RMB cents)	(45.92)	(46.13)
(ii) On a fully diluted basis (RMB cents)	(45.92)	(46.13)

Diluted loss per ordinary share is calculated on the same basis as basic loss per ordinary share as there were no potential dilutive ordinary shares as at 30 June 2021 and 30 June 2020.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

16. NET ASSET VALUE

Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer is as follows:

	30 June 2021 (unaudited)	31 December 2020 (audited)
Net assets attributable to owners of the Company (RMB'000)	1,387,223	1,473,144
Number of ordinary shares (in thousands)	196,133	196,133
Net asset value per ordinary share based on issued share capital of the issuer at the end of the financial year (RMB)	7.07	7.51

17. CAPITAL COMMITMENT

Capital commitment contracted for as at the end of the reporting period but not recognised in the condensed consolidated financial statements are as follows:

	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
Development expenditures authorised and contracted for	917,449	497,736

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

18. CONTINGENT LIABILITIES

(a) At the respective reporting dates, the contingent liabilities of the Group were as follows:

	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
Guarantees granted to financial institutions on behalf of purchasers of property units	1,948,438	2,182,873

The Group arranges with various domestic banks in the PRC to provide loan and mortgage facilities to purchasers of its properties prior to the transfer of land title deeds. In line with the consumer banking practices in the PRC, these banks require the Group to provide guarantees in respect of these loans including the principal, interest and other incidental costs. The Group is required to maintain certain amounts of cash in designated bank accounts which are pledged to the banks. If a purchaser defaults on a loan, the relevant mortgagee bank is entitled to deduct the amount repayable from the restricted cash account.

These guarantees provided by the Group to the banks would be released by the banks upon the receipt of the building ownership certificate of the respective properties by the bank from the customers when it is issued by the relevant authorities.

(b) Litigation with contractor

In 2020, a claim against a subsidiary of the Group, Guangdong Leiding Property Development Co., Ltd. was filed for outstanding construction cost for approximately RMB90,000,000 (estimated based on the total GFA apportionment of relevant project) by a contractor in the PRC. The contractor claimed that the subsidiary did not settle the overdue bills and claimed for extra construction costs. Based on the court's judgement, the result of the case depend on the appraised value of construction cost of the property project by an independent qualified surveyor. The case is pending and under the negotiation with the contractor. The directors believe that above contingent liabilities are unlikely to materialise and no provision for liabilities in this respect has been made in the condensed consolidated interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

19. GEARING RATIO

	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
Loans and borrowings	2,122,507	1,985,608
Less: Cash and cash equivalents	(880,490)	(876,548)
Net debt	1,242,017	1,109,060
Total equity	1,934,873	2,016,601
Gearing ratio	64%	55%

20. SHARE OPTIONS

As at 30 June 2021, Company does not have any share option scheme.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

21. BUSINESS COMBINATION

In March 2021, the partners of Deqing Fengjing Enterprise Management Partnership (Limited Liability Partnership) (“Deqing Fengjing”), the then associate of the Group, exited its investment in Hangzhou Junwei Real Estate Co., Ltd. (“Hangzhou Junwei”), the then subsidiary of Deqing Fengjing and a company whose principal activity is property development, in accordance with the co-operation agreement dated 21 January 2020. Accordingly, Deqing Fengjing ceased to have any interest in Hangzhou Junwei which then became a subsidiary of the Group.

The provisional fair value of identifiable assets and liabilities of Hangzhou Junwei as at the date of business combination were:

	RMB'000
Property, plant and equipment	213
Development properties and prepaid costs	955,288
Trade and other receivables	13,929
Prepaid tax	2,364
Cash and cash equivalents	81,445
Trade and other payables	(373,456)
Loans and borrowings	(430,000)
Contract liabilities	(226,020)
Deferred tax liabilities	(3,268)
Total identifiable net assets at fair value	20,495
Transferred from trade and other receivables	(19,000)
Fair value of an associate	(1,181)
Negative goodwill arising from business combination	314

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

22. CONTRACT BALANCES

The following table provides information about trade receivables, contract costs, contract assets and contract liabilities from contracts with customers.

	30 June 2021 RMB'000 (unaudited)	31 December 2020 RMB'000 (audited)
Trade receivables	38,313	68,290
Contract costs	51,478	39,054
Contract assets	659,092	660,736
Contract liabilities	(1,906,892)	(1,342,697)

The Group has applied the practical expedient and recognised the incremental costs of obtaining contracts as an expense when incurred if the amortisation period of the assets that the Group otherwise would have recognised is one year or less.

Contract assets related to the Group's rights to consideration for work completed but not billed at the reporting date.

Contract liabilities primarily relate to advances from customer for sales of development properties and sales of equipment before the criteria for revenue recognition have been met.

Success-based sales commissions

The Group pays sales commissions to property sales agents for securing property sales contracts for the Group on a success basis. Upon the adoption of IFRS 15, the Group capitalises these incremental costs as contract costs.

Judgements are used to estimate these total contract costs to complete. In making these estimates, management has relied on the expertise of engineering department and to determine the progress of the revenue contract and also on past experience of completed projects. The estimated total contract costs are reviewed every reporting period and adjusted where necessary, with the corresponding effect of change being recognised prospectively from the date of change.

The Group applies the practical expedient in paragraph 121 of IFRS 15 and does not disclose information about its remaining performance obligation if the performance obligation is part of a contract that has an original expected duration of one year or less.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

23. SIGNIFICANT RELATED PARTY TRANSACTIONS

For the purposes of this report, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

In addition to the related party information disclosed elsewhere in the condensed consolidated financial statements, the following significant transactions between the Group and related parties took place during the period on terms agreed between the parties:

Loan from a Controlling Shareholder

As at 30 June 2021, the Group had obtained a loan from an entity controlled by a controlling shareholder with principal amount of HKD145,000,000 (equivalent to RMB120,555,000), which is unsecured, interest bearing at 16% per annum and repayable on demand.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

23. SIGNIFICANT RELATED PARTY TRANSACTIONS (Continued)

Key management personnel compensation

Key management personnel of the Group are those persons having the authority and responsibility for planning, directing and controlling the activities of the Group.

	Six months ended 30 June	
	2021	2020
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Directors' fees		
– directors of the company	330	330
Salaries, representing total compensation to key management personnel	2,006	2,307
PRC statutory welfare fund	69	53
CPF and the defined contributions	54	57
	2,459	2,747
Comprises amount paid/payables to:		
– directors of the company	1,853	2,085
– other key management personnel	606	662
	2,459	2,747

24. DISPOSAL OF A SUBSIDIARY

On 24 June 2021, the Group disposed its entire interests in Huizhoushi Dajinzhou Property Development Co., Ltd. ("Huizhoushi Dajinzhou") at a cash consideration of RMB35,000,000. Huizhoushi Dajinzhou was engaged in the property development in the PRC. The net assets of Huizhoushi Dajinzhou at the date of disposal was approximately RMB33,532,000. A gain of approximately RMB1,468,000 was resulted from the disposal of Huizhoushi Dajinzhou.

PUBLICATION OF THE INTERIM REPORT

This results announcement is published on the website of the Stock Exchange at www.hkexnews.hk and the website of the Company at www.weiyeholdings.com. The interim report of the Company for the six months ended 30 June 2021 will be despatched to the Shareholders and published on the respective websites of the Stock Exchange and the Company in due course.

APPRECIATION

I would like to take this opportunity to express my thanks and gratitude to the Group's management and staff who dedicated their endless efforts and devoted services, and to our shareholders, suppliers, customers and bankers for their continuous support.

By Order of the Board
WEIYE HOLDINGS LIMITED
Zhang Wei

Executive Chairman and Chief Executive Officer

Hong Kong, 27 August 2021

As at the date of this announcement, the executive Directors are Zhang Wei and Chen Zhiyong; and the independent non-executive Directors are Liu Ning, Lam Ying Hung Andy and Dong Xincheng.

* *For identification purpose only*